SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Costa	Analyst:	Jeani Brent	Bill Numb	er: SB 84
Related Bills: See Prior Analysis	Telephone	e: <u>845-3410</u>	Amended Date: (04/08/1999
	Attorney:	Patrick Kusiak	Sponsor:	
SUBJECT: Enterprise Zones/Expansion Areas				
DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.				
AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended				
FURTHER AMENDMENTS NECESSARY.				
X DEPARTMENT POSITION CHANGED TO <u>Neutral</u> .				
REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED/AMENDED STILL APPLIES.				
OTHER - See comments below.				
SUMMARY OF BILL				
This bill would modify the rules regarding expansion of enterprise zones as follows: 1. Allow the enterprise zones located in Fresno or Kern Counties to expand into adjacent unincorporated areas. 2. Allow expansion into noncommercial or nonindustrial land if that land is needed as a right-of-way and is needed for contiguous expansion. 3. Specify that expansion into an adjacent unincorporated area must be into an area contiguous to the existing enterprise zone. SUMMARY OF AMENDMENT				
The April 8, 1999, amendment restored the existing law requirement that "each of the adjacent cities' governing bodies" approve the expansion.				
Except for the change noted above and the new position, the department's analyses of the bill as introduced December 7, 1998, as amended January 28, 1999, and as amended March 1, 1999, still apply.				
POSITION				
At its March 23, 1999, meeting, the Franchise Tax Board voted 2-0 to take a neutral position on this bill as amended January 28, 1999.				
Board Position: NA SA NA SA O XN OUA	=	NP NAR PENDING	Department/Legisla	

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